

ND WORKERS' COMPENSATION

State Investment Board Balance Sheet As of 6/30/2002

	As of <u>6-30-02</u>	As of <u>6-30-01</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 253,383,275	\$ 268,873,847
INTERNATIONAL EQUITIES	72,461,826	66,927,683
DOMESTIC FIXED INCOME	550,658,924	556,897,359
INVESTED CASH (NOTE 1)	<u>22,666,499</u>	<u>25,457,489</u>
TOTAL INVESTMENTS	899,170,524	918,156,378
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	8,108,008	7,401,718
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	115,393,911	161,206,713
DUE FROM OTHER AGENCIES (NOTE 3)	<u>239</u>	<u>0</u>
TOTAL ASSETS	<u>\$ 1,022,672,682</u>	<u>\$ 1,086,764,809</u>
LIABILITIES:		
ACCOUNTS PAYABLE	707,888	595,911
SECURITIES LENDING COLLATERAL (NOTE 2)	115,393,911	161,206,713
DUE TO OTHER AGENCIES (NOTE 4)	<u>0</u>	<u>4,955</u>
TOTAL LIABILITIES	116,101,799	161,807,579
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	924,957,230	899,472,385
CASH IN DURING YEAR (NOTE 5)	15,500,000	36,000,000
CASH OUT DURING YEAR (NOTE 6)	19,000,000	24,200,000
NET INCREASE (DECREASE)	<u>(14,886,347)</u>	<u>13,684,845</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>906,570,883</u>	<u>924,957,230</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 1,022,672,682</u>	<u>\$ 1,086,764,809</u>

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State Investment Board Profit and Loss Statement For the Month Ended 6/30/2002

	Month Ended <u>6-30-02</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 3,365,089	\$ 38,597,954
SECURITIES LENDING INCOME	271,921	4,398,153
	<u>3,637,010</u>	<u>42,996,107</u>
 GAIN ON SALE OF INVESTMENTS	 8,151,302	 73,388,065
LOSS ON SALE OF INVESTMENTS	<u>7,873,988</u>	<u>76,906,041</u>
 NET GAINS (LOSSES) INVESTMENTS	 277,314	 (3,517,976)
 INVESTMENT EXPENSES	 215,808	 2,260,122
SECURITIES LENDING EXPENSES	234,849	3,860,160
SIB ADMIN EXPENSES	<u>13,721</u>	<u>84,806</u>
 NET INVESTMENT INCOME	 3,449,946	 33,273,043
 NET APPREC (DEPREC) MARKET VALUE	 (29,632,550)	 (48,135,159)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(984)</u>	<u>(24,231)</u>
 TOTAL INVESTMENT INCOME	 <u>(26,183,588)</u>	 <u>(14,886,347)</u>
 NET INCREASE (DECREASE)	 <u>\$ (26,183,588)</u>	 <u>\$ (14,886,347)</u>

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State Investment Board SUPPLEMENTARY INFORMATION As of 6/30/2002

	As of <u>6/30/02</u>
ASSETS:	
INVESTMENTS (AT COST)	
DOMESTIC EQUITIES	294,409,929
INTERNATIONAL EQUITY	75,986,766
FIXED INCOME	544,263,277
INVESTED CASH (NOTE 1)	<u>22,666,499</u>
TOTAL INVESTMENTS (AT COST)	<u><u>\$937,326,471</u></u>

ND WORKERS' COMPENSATION
Notes To Financial Statements
June 30, 2002

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 6 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.